

**Agency: Commerce, Community and Economic Development****Grants to Municipalities (AS 37.05.315)****Grant Recipient: Kodiak (City of)****Project Title:****Kodiak (City of) - Large Vessel Lift and Boat Yard****State Funding Requested: \$ 2,000,000****House District: 36 - R**

One-Time Need

**Brief Project Description:**

This project includes the purchase of a 600-ton, 38 foot beam marine vessel lift and in-water and upland infrastructure necessary to support the lift.

**Funding Plan:****Total Cost of Project: \$13,500,000**

	<u>Funding Secured</u>		<u>Other Pending Requests</u>		<u>Anticipated Future Need</u>	
	<i>Amount</i>	<i>FY</i>	<i>Amount</i>	<i>FY</i>	<i>Amount</i>	<i>FY</i>
Federal Funds	\$2,300,000	06	\$700,000	09	\$700,000	09
State Funds	\$2,000,000	06			\$2,000,000	09
Local Funds	\$6,200,000	08				
Other			\$950,000	09		
Total	\$10,500,000		\$1,650,000		\$2,700,000	

*Explanation of Other Funds:**The "other funds" identified are a Clean Water Loan from ADEC.***Detailed Project Description and Justification:**

The City of Kodiak is pursuing the purchase of a 600-ton vessel lift capable of lifting vessels with beams of up to 38 feet. The project cost includes purchasing, shipping and installing the lift machine and construction of necessary in-water and upland support infrastructure. The support infrastructure includes in-water piers for the lift machine, extensions of sewer, water and other utilities to the site and a vessel wash down pad. This project is an important project for the Kodiak region that will provide economic stability in the face of changing federal and state fisheries regulations (e.g. BSAI crab rationalization).

**Project Timeline:**

Bids for the lift machine will be opened in March, infrastructure support improvements are expected to be complete in late 2009

**Entity Responsible for the Ongoing Operation and Maintenance of this Project:**

City of Kodiak

**Grant Recipient Contact Information:**

Contact Name: Linda Freed

Phone Number: (907) 486-8640

Address: 710 Mill Bay Road, Kodiak, AK 99615

Email: lfreed@city.kodiak.ak.us

Has this project been through a public review process at the local level and is it a community priority? ☒ Yes ☐ No

**CITY OF KODIAK  
RESOLUTION NUMBER 07-28**

**A RESOLUTION OF THE COUNCIL OF THE CITY OF KODIAK ADOPTING  
FISCAL YEAR 2008 STATE CAPITAL IMPROVEMENTS PROGRAM LIST**

WHEREAS, the City of Kodiak uses a Capital Improvements Program planning process to identify the capital improvement project needs of the community; and

WHEREAS, this identification and planning process plays a vital role in directing the City's administration and is utilized as a long-range planning and policy setting tool for City infrastructure maintenance and enhancement; and

WHEREAS, the City of Kodiak is committed to paying its way, to the greatest extent possible, but the cost of some of the City's capital project needs are greater than resources available locally; and

WHEREAS the Kodiak City Council has identified and prioritized capital improvement projects for submission to the Alaska State Legislature and Governor for funding consideration due to their significance and/or magnitude.

NOW, THEREFORE, BE IT RESOLVED by the Council of the City of Kodiak, Alaska, that the following projects are high priorities for the community and are hereby adopted as the fiscal year 2008 City of Kodiak state capital improvement project list:

**1. UV Water Treatment Facility Construction** **funding requested \$4,500,000**

The federal Enhanced Surface Water Treatment Rule now requires all unfiltered water surface systems, such as the City of Kodiak's, to use a minimum of two disinfectant methods. The City of Kodiak has completed a feasibility study of the different treatment methods available. Based on a number of factors, including our water quality and the federal disinfection by-products rule, the City has determined that UV disinfection is the most appropriate secondary water treatment option. This fiscal year the City of Kodiak has budget \$1 million to fund the site selection, design, and engineering for this required water treatment facility. Construction of the UV disinfection treatment facility for the City's potable water supply is anticipated to occur in 2010 at a cost of approximately \$9 million. The City is requesting funding support for half of the construction costs of the project.

**2. Vessel Lift/Boat Yard** **funding requested \$2,000,000**

The City of Kodiak is pursuing the purchase of a 600-ton vessel lift capable of lifting vessels with beams of up to 38 feet. The cost of the lift and support infrastructure is currently estimated at \$13 million, which includes the cost of purchasing and shipping the

lift and installing upland and marine support infrastructure. The vessel lift has a variety of cost components, including purchase of the lift, an additional fee to widen the lift to accommodate vessels with a 38-foot beam, a surcharge to cover recent increases in steel prices, shipping and equipment and labor to assemble the lift on-site. The support infrastructure is estimated to cost approximately \$8.5 million, excluding the improved land value. A major cost component is pier construction. Upland improvements include paved surfaces sufficient for vessel servicing and a travel surface. Additional upland work is also required to meet current environmental guidelines. These guidelines require a processed water treatment capacity. Components of the development include: construction of the pier; site work; extensions of water, sewer, and electrical connections; and collection systems for oil, water, and garbage. The City has already secured \$8 million for the project and is in the process of authorizing revenue bonds for additional funding; however, due to substantially increased costs since project inception the City is requesting additional funding support.

**3. Emergency Operations/  
Response Center Construction**

**funding requested \$3,000,000**

The City of Kodiak and the Kodiak Island Borough do not have a functional Emergency Operations/Response Center. The importance of and need for such a facility has become even more apparent as the community addresses homeland security issues. The City of Kodiak is in the process of replacing our aging fire station, which is the logical location/facility for the needed regional emergency operations/response center. The new building will house the City's Fire Service, Regional Emergency Medical/Ambulance Service, Regional Hazardous Materials Team and a purpose-built Regional Emergency Operations/Response Center. This portion of the building is estimated to cost \$3 million (about 20% of the total estimated building cost). Due to our region's high risk for natural disasters, especially earthquakes, tsunamis and volcanoes; our potential as a weapons of mass destruction target with the Kodiak Launch Complex—a key facility in the federal missile defense system—and the largest Coast Guard base in the county, an Emergency Operations/Response Center is essential for the Kodiak community.

**4. New Public Library Construction**

**funding requested \$2,000,000**

The Kodiak public library, which serves the entire Kodiak region and beyond, has outgrown its current building; a building that has reached the end of its useful life. The current estimated cost of a new public library is approximately \$8 million. The City of Kodiak is requesting state funding support for 25% of the estimated cost of the project. The City of Kodiak hopes to secure private foundation grant funding for an additional 25% of the project cost and intends to fund at least 50% of the project costs with locally generated funds.

**5. Baranof Park Improvements**

**funding requested \$2,500,000**

This project will replace the aging track, field drainage, and bleacher area in Baranof Park. The track is the only track located in the Kodiak region. In-field improvements will